

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 26, 1995

SUBJECT: **SB 1479 - HB 1382**

This bill, if enacted, will provide an exemption from state and local sales and use taxes to for-profit hospitals and nursing homes on purchases and leases of tangible personal property.

The fiscal impact from enactment of this bill is estimated to be a decrease in first year state revenues of approximately \$17,400,000 and a decrease in first year local government revenues of approximately \$2,900,000. This estimate assumes approximately \$185,000,000 of the expenses of for-profit hospitals would be exempt from sales taxes and approximately \$105,000,000 of the expenses of affected nursing homes would be exempt from sales taxes.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director